

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 6674

BILL NUMBER: SB 226

NOTE PREPARED: Dec 28, 2011

BILL AMENDED:

SUBJECT: School Corporation Financial Management.

FIRST AUTHOR: Sen. Miller

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Pending

Summary of Legislation: *Waivers:* This bill requires a school corporation that has provided school bus service to students to continue the bus service unless the Department of Education grants the school corporation a waiver.

Advertising: The bill requires the State School Bus Committee to adopt rules that permit paid advertisements on buses.

Distressed Schools: The bill establishes the Financially Distressed School Corporation Appeals Board to evaluate and authorize emergency relief to school corporations that the board determines are unable to carry out their public education responsibilities. It establishes the Distressed School Fund. The bill permits a loan or advance from the Counter-cyclical Revenue and Economic Stabilization Fund, the Distressed School Fund, or the Common School Fund to a distressed school corporation.

General Fund Transportation: The bill permits money in a school general fund to be used, in addition to any money in a school transportation fund, to pay costs attributable to transportation.

Common School Fund: The bill permits a loan from the Common School Fund for costs attributable to transportation.

Effective Date: Upon passage.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact*

statement.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.